

## INSTRUCTIONS FOR UCT FINAL DISTRIBUTION SCHEDULE EXHIBIT 1

- **ADDRESS CHANGE** - Please review the information in Exhibit 1 for your address in the mailing of the final distribution check. If your address is different, please fax an IRS Form W9 to us at (615) 277-0710 no later than March 14, 2008. Please reference on the W9 the Control numbers from column 1 of Exhibit 1. In instances where you have multiple Control numbers, only one W9 is needed. Be sure to list all Control numbers associated with the W9.
- **FEDERAL INCOME TAX WITHHOLDING AT 28%** - Please review the information in Exhibit 1 to see whether income taxes will be withheld. If there is an amount in the column identified as "Income Tax Withholding at 28%", the IRS has notified us that the tax ID shown on your originally filed claim does not match with the name they have on record. In order to avoid the 28% withholding, we will need an IRS Form W9 faxed to us at (615) 277-0710 no later than March 14, 2008. Please reference on the W9 the Control numbers from column 1 of Exhibit 1. In instances where you have multiple Control numbers, only one W9 is needed. Be sure to list all Control numbers associated with the W9.

If you have moved and your address is different from Exhibit 1, and Exhibit 1 indicates a withholding of income tax, only one W9 is required to be faxed to us at (615) 277-0710 no later than March 14, 2008. Be sure to list all Control numbers associated with the W9.

If your address is correct on Exhibit 1 and there is not income tax withholding on Exhibit 1 for your Control number, then no further action is required on your part.

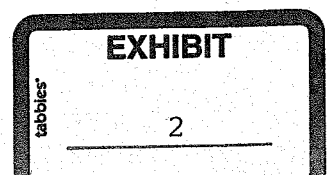
**It is imperative that any W9 faxed to us clearly and boldly identify all Control number(s) to which it relates. Form W9's received with no reference to a Control number(s) will not be processed and we will not attempt to contact the provider. Failure to include a Control number (s) on a W9 could result in a later delivery of the final distribution check by the US Post Office (if a forwarding order exists) and income taxes being withheld. Once the final distribution check is issued, we will not be able to refund any income tax withheld since we are required to pay the taxes immediately into the IRS.**

Any final distribution check returned to us as undeliverable will be deposited with the state treasurer as unclaimed funds pursuant to the provisions of Tenn. Code Ann. Section 56-9-333.

Please check the website at

<http://www.state.tn.us/commerce/tenncare> and [www.uctliquidation.com](http://www.uctliquidation.com)

for copies of the court filings regarding the final distribution.



## CLASS 1 ADMINISTRATIVE EXPENSE ESTIMATE

	\$ 32,152,903.93	Cash available 1/31/2008
	(16,000.00)	Nov-Jan fees
	(9,000.00)	Estimate SDR fees for Feb through close
	(3,000.00)	Estimate for Spaulding (financial, bank recs, 1099's and final tax retu
	(3,700.00)	Estimate for Lee (computer maintenance and final check issuance)
	(1,400.00)	Estimate for mailing of final check
	(5,000.00)	Estimate for rent (5 months)
	(500.00)	Estimate for Fox (issuance of final check)
	(17,500.00)	Estimate for Hubbard
	(8,000.00)	Shredding
	(1,000.00)	Estimated court costs
	(7,500.00)	HP for 3 months (claims computer)
	1,246.53	Rounding on final distribution checks
(95,353.47)	(24,000.00)	DST for 3 months (claims computer)
	\$ 32,057,550.46	

**EXHIBIT**

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UNIVERSAL CARE OF TENNESSEE - IN LIQUIDATION  
SCHEDULE OF REVENUE AND EXPENSES  
FOR THE PERIOD JULY 2, 2003 THROUGH JANUARY 31, 2008

**LIQUIDATION REVENUE**

TENNCARE SETTLEMENT	\$ 20,000,000.00
UCI SETTLEMENT	2,000,000
INTEREST INCOME	1,297,748
SUBROGATION RECOVERIES	345,907
MISC RECEIPTS	247,697
REFUNDS FROM OVERPAYMENTS	171,335
SALE OF FURNITURE	15,305
PAYROLL TAX REFUND	5,338
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TOTAL REVENUE	<u>\$ 24,083,330</u>

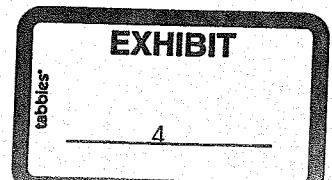
**LIQUIDATION EXPENSES**

*FEES*

CONTRACT LABOR	\$ 1,685,318
LEGAL FEES	1,102,819
RECEIVERS FEES	560,625
TOTAL FEES	<u>\$ 3,348,762</u>

**ADMINISTRATION EXPENSES**

COMMISSION - SUBROGATION	\$ 16,285
OTHER FEES	224,584
TEMPORARY HELP	152,701
RENT	186,294
UTILITIES	58,361
COMPUTER EQUIP PURCHASED	11,849
OFFICE EQUIPMENT	26,125
EQUIPMENT MAINTENANCE	117,265
POSTAGE	19,864
OVERNIGHT SHIPPING	10,365
TELEPHONE	55,017
OFFICE SUPPLIES	16,805
PRINTING	20,909
OUTSIDE COPYING	1,526
STORAGE	5,385
MOVING EXPENSE	15,500
BANK CHARGES	1,107
INSURANCE	12,400
COURT COSTS	1,829
NEWSPAPER NOTICES	7,625
MISC EXPENSE	235
TOTAL ADMINISTRATION EXPENSES	<u>962,031</u>
TOTAL FEES AND ADMINISTRATION EXPENSES	4,310,793
LESS ALLOCATION TO ASO SEGMENT	<u>(1,556,315)</u>
NET LIQUIDATION FEES AND ADMINISTRATIVE EXPENSES	2,754,478
LIQUIDATION REVENUE LESS FEES & ADMIN EXPENSES	<u><u>\$ 21,328,852</u></u>



UNIVERSAL CARE OF TENNESSEE - IN LIQUIDATION  
SCHEDULE OF ASSETS AND LIABILITIES  
January 31, 2008

**ASSETS**

CASH	\$	32,152,396
PREPAID RENT		508
TOTAL ASSETS	\$	<u>32,152,904</u>

**LIABILITIES**

LESS ESTIMATE FOR ADMINISTRATIVE EXPENSES	95,353
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TOTAL ASSETS AVAILABE FOR DISTRIBUTION	\$	<u><u>32,057,551</u></u>
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